



COUNCILMEMBER DONNA FRYE

City of San Diego
Sixth District

MEMORANDUM

DATE: March 23, 2005

TO: P. Lamont Ewell, City Manager

FROM: Councilmember Donna Frye *Donna Frye*

SUBJECT: Failures to File and/or Errors in the Comprehensive Annual Financial Reports and Continuing Disclosure Agreements

Last March, the City of San Diego issued a series of voluntary disclosures as part of its contractual obligations under the Continuing Disclosure Agreements. These disclosures were filed with the Nationally Recognized Municipal Securities Information Repositories and the Trustee, applicable State Information Depository and the Municipal Securities Rule Making Board. Part of the reason for the filings was the City's failure to issue its 2003 Financial Report. This year, the same situation applies because we have not issued an audited financial report for 2004.

I am assuming that the City will need to file a similar report this year. If this assumption is correct, when do you expect these documents to be filed? What is the filing deadline? Will the Mayor and City Council be provided with any information before these documents are filed? Will the Mayor and City Council have an opportunity to review these documents before they are released? Do you expect that there will be any errors/omissions reported? Is there any information that will be released that might cause the City's bond ratings to be downgraded? Is there any additional information, of which the Mayor and City Council should be informed?

I expect to be kept informed about these issues and would appreciate a prompt response. I would prefer not to read about this in the newspaper, before receiving information from the City Manager. Thank you for your attention to this matter. Your timely response is appreciated.

CC: Honorable Mayor and City Councilmembers
Michael Aguirre, City Attorney

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